

**ND ASSOCIATION OF COUNTIES FUND
INVESTMENT PERFORMANCE REPORT AS OF SEPTEMBER 30, 2003**

	September-03					August-03				July-03				Current	Prior Year	3 Years	5 Years
	Market Value	Allocation Actual	Policy	Quarter Net ROR	Month Net ROR	Market Value	Allocation Actual	Policy	Month Net ROR	Market Value	Allocation Actual	Policy	Month Net ROR	Net	Net	6/30/2003 Net	6/30/2003 Net
LARGE CAP DOMESTIC EQUITY																	
Structured Growth																	
Los Angeles Capital	8,636	3.1%	3.0%	N/A	-1.68%	8,925	3.2%	3.0%	N/A	-	0.0%	0.0%	N/A	N/A	N/A	N/A	N/A
AllianceBernstein	-	0.0%	0.0%	N/A	N/A	0	0.0%	0.0%	N/A	8,654	3.1%	3.0%	3.55%	N/A	-1.88%	-21.24%	N/A
Total Structured Growth	8,636	3.1%	3.0%	4.99%	-1.68%	8,925	3.2%	3.0%	3.13%	8,654	3.1%	3.0%	3.55%	4.99%	-1.88%	-21.24%	N/A
Russell 1000 Growth				3.92%	-1.07%				2.49%				2.49%	3.92%	2.94%	-21.54%	N/A
Structured Value																	
LSV	8,243	2.9%	3.0%	3.75%	-1.04%	8,448	3.0%	3.0%	3.27%	8,187	2.9%	3.0%	1.52%	3.75%	-2.25%	8.84%	N/A
Russell 1000 Value				2.06%	-0.98%				1.56%				1.49%	2.06%	-1.02%	-0.19%	N/A
S&P 500 Index																	
State Street	38,036	13.5%	14.0%	2.64%	-1.07%	40,195	14.5%	14.0%	1.95%	39,426	14.0%	14.0%	1.77%	2.64%	0.23%	-11.28%	N/A
S&P 500				2.64%	-1.06%				1.95%				1.76%	2.64%	0.25%	-11.20%	N/A
TOTAL LARGE CAP DOMESTIC EQUITY	54,915	19.5%	20.0%	3.15%	-1.16%	57,568	20.7%	20.0%	2.32%	64,922	23.1%	20.0%	2.00%	3.15%	-0.48%	-9.33%	N/A
S&P 500				2.64%	-1.06%				1.95%				1.76%	2.64%	0.25%	-11.20%	N/A
SMALL CAP DOMESTIC EQUITY																	
Manager-of-Managers																	
SEI	27,345	9.7%	10.0%	9.48%	-1.58%	31,025	11.2%	10.0%	4.83%	29,588	10.5%	10.0%	6.11%	9.48%	0.09%	N/A	N/A
Russell 2000 + 200bp				9.60%	-1.68%				4.75%				6.43%	9.60%	0.36%	N/A	N/A
TOTAL SMALL CAP DOMESTIC EQUITY	27,345	9.7%	10.0%	9.48%	-1.58%	31,025	11.2%	10.0%	4.83%	29,588	10.5%	10.0%	6.11%	9.48%	0.09%	-3.49%	N/A
Russell 2000				9.07%	-1.85%				4.58%				6.26%	9.07%	-1.63%	-3.30%	N/A
CONVERTIBLES																	
TCW	27,937	9.9%	10.0%	1.85%	0.22%	27,867	10.0%	10.0%	0.89%	27,611	9.8%	10.0%	0.74%	1.85%	10.23%	-9.51%	N/A
First Boston Convertible Index				2.67%	0.56%				1.64%				0.45%	2.67%	15.46%	-3.77%	N/A
INTERNATIONAL EQUITY																	
Large Cap - Active																	
Capital Guardian	22,161	7.9%	8.0%	8.14%	-0.27%	24,403	8.8%	8.0%	3.44%	23,579	8.4%	8.0%	4.82%	8.14%	-10.31%	-15.85%	N/A
MSCI EAFE - 50% Hedged				6.58%	0.41%				2.77%				3.28%	6.58%	-11.24%	-15.51%	N/A
Small Cap - Value																	
Lazard	3,008	1.1%	1.0%	9.92%	5.61%	2,998	1.1%	1.0%	3.09%	2,908	1.0%	1.0%	0.96%	9.92%	N/A	N/A	N/A
Citigroup Broad Market Index < \$2BN				15.95%	5.70%				6.30%				3.20%	15.95%	N/A	N/A	N/A
Small Cap - Growth																	
Vanguard	2,918	1.0%	1.0%	14.95%	5.41%	2,914	1.0%	1.0%	4.08%	2,800	1.0%	1.0%	4.78%	14.95%	N/A	N/A	N/A
SSB BROAD MARKET INDEX < \$2BN				15.95%	5.70%				6.30%				3.20%	15.95%	N/A	N/A	N/A
TOTAL INTERNATIONAL EQUITY	28,087	10.0%	10.0%	8.97%	0.86%	30,314	10.9%	10.0%	3.48%	29,287	10.4%	10.0%	4.40%	8.97%	-9.20%	-15.51%	N/A
MSCI EAFE - 50% Hedged				6.58%	0.41%				2.77%				3.28%	6.58%	-11.24%	-15.51%	N/A
DOMESTIC FIXED INCOME																	
Core Bond																	
Western Asset	65,662	23.4%	22.5%	-0.16%	3.38%	59,277	21.3%	22.5%	1.31%	58,528	20.8%	22.5%	-4.69%	-0.16%	12.77%	11.23%	N/A
Lehman Aggregate				-0.14%	2.65%				0.66%				-3.36%	-0.14%	10.39%	10.07%	N/A
Index																	
Bank of ND	35,920	12.8%	13.5%	-0.46%	3.08%	32,678	11.8%	13.5%	0.60%	32,483	11.5%	13.5%	-4.00%	-0.46%	13.26%	10.87%	N/A
Lehman Gov/Credit				-0.50%	3.17%				0.66%				-4.19%	-0.50%	13.14%	10.82%	N/A
BBB Average Quality																	
Strong	27,526	9.8%	9.0%	0.02%	3.86%	25,623	9.2%	9.0%	1.39%	25,285	9.0%	9.0%	-5.01%	0.02%	17.91%	N/A	N/A
Lehman US Credit BAA				0.27%	3.97%				0.98%				-4.49%	0.27%	18.33%	N/A	N/A
TOTAL DOMESTIC FIXED INCOME	129,107	45.9%	45.0%	-0.21%	3.40%	117,577	42.3%	45.0%	1.13%	116,296	41.3%	45.0%	-4.57%	-0.21%	13.18%	10.80%	N/A
Lehman Gov/Credit				-0.50%	3.17%				0.66%				-4.19%	-0.50%	13.14%	10.82%	N/A
CASH EQUIVALENTS																	
Bank of ND	13,771	4.9%	5.0%	0.30%	0.10%	13,558	4.9%	5.0%	0.10%	13,798	4.9%	5.0%	0.10%	0.30%	1.57%	3.26%	N/A
90 Day T-Bill				0.25%	0.10%				0.08%				0.07%	0.25%	1.52%	3.33%	N/A
TOTAL NDACo FUND	281,162	100.0%	100.0%	2.64%	1.14%	277,909	100.0%	100.0%	1.96%	281,501	100.0%	100.0%	-0.48%	2.64%	6.76%	-0.26%	N/A
POLICY TARGET BENCHMARK				2.06%	1.12%				1.53%				-0.60%	2.06%	6.53%	0.64%	N/A

NOTE: Monthly returns and market values are preliminary and subject to change.